BANK ISLAM

# PRODUCT DISCLOSURE SHEET

| **IMPORTANT/ DISCLAIMER**<br><br>**THIS IS AN INVESTMENT ACCOUNT PRODUCT THAT IS TIED TO THE PERFORMANCE OF THE UNDERLYING ASSETS AND IS NOT A DEPOSIT PRODUCT. THIS PRODUCT IS NOT INSURED BY THE MALAYSIAN DEPOSIT INSURANCE CORPORATION (PIDM).** | Please read and understand this Product Disclosure Sheet and the Generic Term and Condition before you apply and decide to subscribe to this product.<br><br>**iGAIN**<br><br>**30 November 2026** |
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## 1. What is this product about?

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| **Brief Product Information** | iGain is a transactional investment account whereby Investment Account Holder (IAH) can still opt for the banking facilities such as Mobile Banking, Debit Card, Standing Instruction and etc. |
| **Type of Investment Account** | "**Unrestricted Investment Account**" refers to a type of investment account where IAH provides the Bank with the mandate to make the ultimate decision without specifying any particular restrictions or conditions.<br><br>"**Investment Account**" as defined under the Islamic Financial Services Act 2013 (IFSA) means an account under which money is paid and accepted for the purposes of investment, including for the provision of finance, in accordance with Shariah on terms that there is no express or implied obligation to repay the money in full and:<br><br>(a) either only the profits, or both the profits or losses, thereon shall be shared between the person paying the money and the person accepting the money; or<br><br>(b) with or without any return.<br><br>For the purpose of this iGain and based on the Shariah principle of Mudarabah, the IAH and the Bank will share any profits deriving from the investment activities managed by the Bank whilst financial losses will be borne by the IAH solely provided that such losses are not due to the Bank's misconduct, negligence, or breach of specific terms. |
| **Parties Involved in the Investment Activities and Their Roles and Responsibilities** | • The parties involved are IAH as capital provider and the Bank as the entrepreneur. The Bank as entrepreneur will be responsible to manage the capital provided by the IAH towards investment activities.<br><br>• The IAH will not be involved in the investment activities. |
| **Additional Features** | • The IAH may subscribe for Internet Banking or GO by Bank Islam after opening of iGain with Bank Islam.<br><br>• Issuance of cheque book is upon request by IAH. |

## 2. What is the Shariah concept applicable?

This product is under the Shariah principle of **Mudarabah**.

- **Mudarabah**: A contract between a capital provider (Rabbul Mal) and an entrepreneur (Mudarib) under which the Rabbul Mal provides capital to be managed by the Mudarib and any profit generated from the capital is shared between the Rabbul Mal and Mudarib according to mutually agreed Profit Sharing Ratio (PSR) whilst financial losses are borne by the Rabbul Mal provided that such losses are not due to the Mudarib's misconduct, negligence or breach of specific terms.

Under iGain, the IAH as the capital provider (Rabbul Mal) shall provide capital to be managed by the Bank as the entrepreneur (Mudarib) with a view of sharing profits arising from the investment activities managed by the Bank.

## 3. Who is this product suitable for?

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| **Target Market** | • Non-Individual (Resident and Non-Resident).<br><br>• Non-Individual (Business/ Other Entities). |
| **Account Type** | Individual, Joint, Trust, Association, Societies, Sole Proprietorship, Partnership, Limited Liability Partnership, Religious Bodies, Mosque, School/ University, Club and any other types of account as determined by the Bank. |
| **Risk on Investment Principal** | Investment amount and return are not guaranteed. |
| **Period to Hold Investment** | No maturity date and flexible withdrawal allowed. |
| **Investment Limit** | No investment limit. |

## 4. What am I investing in?

**Investment Objective, Strategy and Policy**

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| **Objective** | To provide IAH with a combination of steady and recurring income, whilst at the same time allowing the balances to be placed and withdrawn via the counter, cheque, internet banking channels and etc. |
| **Strategy** | To achieve the fund's investment objective, Bank Islam invests in its existing retail financial asset portfolio e.g. Packaged Personal Financing and House & Fixed Assets Financing, with the asset allocation structured to safeguard the investment portfolio, protect principal, and generate stable returns. |
| **Policy** | To manage the portfolio yield in a manner that is consistent with the Bank's liquidity needs, asset strategy and protection of IAH's investment principal. |

**Risk Assessment on the Performance of the Investment Assets**

Proactive management of the retail financial asset portfolio and quarterly performance reports of the investment portfolio can be viewed via Bank Islam website.

**Minimum Initial Investment Amount and Minimum Balance**

| Account Category | Minimum Initial Investment Amount | Minimum Balance |
|---|---|---|
| Individual and Joint | RM1,000 | |
| Non-Individual | RM2,000 | |
| Preferred Account Individual (does not include Joint Account) | RM250,000 | RM10,000 |

**Note:** Minimum initial investment amount is excluding any fees and charges imposed by the Bank. The IAH is required to maintain a minimum balance in the account at all times before issuing any cheque, transferring any funds or committing any transaction unless the account is closed.

**Investment Tenure**

No fixed minimum or maximum tenure.

**Profit Sharing Ratio and Calculation**

i. Any profits deriving from the investment activities, if any, shall be shared between Bank Islam and the IAH in accordance with the agreed profit-sharing ratio (PSR) as set out in Bank Islam website at www.bankislam.com.

ii. The PSR will be revised and take effect every 16th calendar day of the month. The revised PSR will be displayed at Bank Islam's branches/ premises or updated on Bank Islam website via the following link Deposit & Financing Rates – Bank Islam Malaysia Berhad. IAH is reminded to regular check Bank Islam's website and branch information board to for latest applicable PSR.

iii. The information below is for illustration purposes only:

| Balance (RM) | Profit Sharing Ratio (PSR) | |
|---|---|---|
| | IAH (%) | Bank (%) |
| Below 50,000 | 4.01 | 95.99 |
| 50,000 – 100,000 | 34.46 | 65.54 |
| Above 100,000 | 34.46 | 65.54 |
| Dormant (regardless any balances) | 2.40 | 97.60 |

**Formula:**

Daily Investment Balance x Gross Rate (%) x PSR (%) x Number of Days in the Month / 365

Where:

- Rate = the annual gross rate of return ('R') is the rate in which the profit sharing for Mudarabah-based investment is being made. The actual return paid to IAH will be based on the agreed PSR on the prevailing 'R'.
- The gross rate of return changes at every 16th of the month.

**Illustration:**

Date of Account Opened = 1 August 2020
Date of Month End = 31 August 2020
Number of Days in the Month = 31 days

| | Daily Balance | | PSR (IAH:Bank) | Gross Rate (%) | Profit Calculation | Profit Proceeds (RM) |
|---|---|---|---|---|---|---|
| | Date | RM | | | | |
| | 01/08/2020 to 10/08/2020 | 40,000.00 | 4.01:95.99 | 6.32 | RM40,000.00 x 6.32% x 4.01% x 10/365 | 2.78 |
| | 11/08/2020 to 19/08/2020 | 20,000.00 | 4.01:95.99 | 6.32 | RM20,000.00 x 6.32% x 4.01% x 9/365 | 1.25 |
| | 20/08/2020 to 31/08/2020 | 70,000.00 | 34.46:65.54 | 6.32 | RM70,000.00 x 6.32% x 34.46% x 12/365 | 50.12 |
| | | | | | **Total Profit Proceeds for the Month** | **54.15** |

**Note:** The above is for illustration purposes only. Profit and charges may vary and subject to the Bank's terms and conditions.

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| **Profit Payment Method** | Profit will be credited into IAH's account every month end or upon closing of the account. |
| **Key Terms and Conditions** | • If the account is used to facilitate Cash Line-i Facility, the minimum balance requirement is not applicable and zero balance is allowed.<br>• Special Terms for facilitation of Cash Line-i Facility can be referred below. |
| **Special Terms for Facilitation of Cash Line-i** | If the account is used to facilitate Cash Line-i Facility, below are the special terms outlined for this product:<br>(a) Mudarabah contract will cease when the account balance is zero;<br>(b) Upon existence of available balance in the account, the Mudarabah contract is reactivated by placement of money; and<br>(c) The contracted PSR that has been mutually agreed between IAH and the Bank will be applicable on the available balance in the account.<br>**Note:** If you need further information regarding Cash Line-i Facility, please refer to the respective Cash Line-i Facility's Product Disclosure Sheet (PDS). |

## 5. What are the possible outcomes of my investment?

Please refer our website at https://www.bankislam.com/personal-banking/other-information/possible-outcome-of-investment/ for more information.

## 6. What are the key risks associated with this product?

The Bank will apply risk management controls over portfolio, legal and operational activities; including asset allocation, liquidity adherence to investment objective and parameters, valuation, monitoring performance, Shariah compliance and others as per guided in the Bank Negara Malaysia (BNM)'s Investment Account Policy. Notwithstanding the above, in times of adversity in the markets, the Bank may manage its asset allocation to safeguard the investment portfolio provided that such investment is within the investment objectives of the fund.

As such, you are advised to carefully consider all risk factors before making an investment decision. Among the risks associated with the investment account include but not limited to the following:

(a) **Risk of Capital Loss**: refers to the potential decrease in the value of the original investment amount.

(b) **Market Risk**: refers to the potential impact of adverse price movements (e.g. profit rate, foreign exchange rates or equity prices, where applicable) on the economic value of an asset.

(c) **Liquidity Risk**: refers to the potential inability of the Bank to meet short term withdrawal demands from the IAH.

(d) **Credit Risk**: refers to the potential event that may arise when substantial amount of assets for the fund goes into default.

(e) **Legal Risk**: IAH should ensure that, in entering into this investment it is not in breach of any laws, regulations, contractual or any other legal limitations that may apply to investors. This investment is issued subject to all applicable laws, regulations and guidelines. In the event of change in such laws, regulations or guidelines, Bank Islam may be obliged to change some or all the terms and conditions of the investment, including the possibility of an early termination.

(f) **Shariah Non-Compliance Risk**: refers to the possible failures to comply with the rulings of BNM's Shariah Advisory Council (SAC) and standards on Shariah matters issued by BNM or decisions or advice of Bank Islam's Shariah Supervisory Council.

## 7. What are the fees and charges involved?

| Type of Charge | Charges | Rate / Amount |
|---|---|---|
| Early Closure of Account | Within 3 months | RM20.00 |
| Dormant Account | With balances up to RM5.00 | Account will be closed and the balance will be absorbed by the Bank as service charge. |
| Other Fees and Charges | Please refer to the Bank's website for the products/ services related fees and charges. | |

**Note:** The IAH agrees that the Bank shall be entitled to charge a fee for any of its services provided to the IAH at the rates imposed by the Bank (as approved by BNM and subject to Shariah rules and principles) and as set out in the PDS and/or the Bank's website.

## 8. What is the valuation strategy adopted, its frequency and where does it published?

Valuation will be carried out at minimum on monthly basis in line with the recognition and measurement criteria of the applicable Malaysian Financial Reporting Standards (MFRS). IAH will be able to obtain information pertaining to the investment account from Bank Islam's website at www.bankislam.com.

## 9. Who should I contact for further information or to lodge a complaint?

If you wish to make any queries or complaint on the products or services provided by us, you may contact us at:

**Contact Centre & Customer Care**
**Bank Islam Malaysia Berhad**
17th Floor, Menara Bank Islam
No 22, Jalan Perak
50450 Kuala Lumpur
Tel: 03 2690 0900
Fax: 03 2782 1337
Email: customercare@bankislam.com.my

If your query or complaint is not satisfactorily resolved by us, you may contact Bank Negara Malaysia LINK or BNM TELELINK:

(a) via phone to : 1-300-88-5465 (1-300-88-LINK)
(b) via fax to : 03 2174 1515
(c) via email to : bnmtelelink@bnm.gov.my
(d) via letter to : Laman Informasi Nasihat dan Khidmat (LINK)
Bank Negara Malaysia
P.O. Box 10922
50929 Kuala Lumpur

**WARNING:**

**THE RETURN ON THIS INVESTMENT ACCOUNT DEPENDS ONTHE PERFORMANCE OF THE UNDERLYING ASSETS. THE PRINCIPAL AND RETURN ARE NOT GUARANTEED AND INVESTMENT ACCOUNT HOLDER RISKS EARNING NO RETURNS AT ALL OR LOSING PART OR THE ENTIRE PRINCIPAL SUM INVESTED. THIS INVESTMENT ACCOUNT IS NOT PROTECTED BY PIDM.**

**Note:**
1. Information contained herein is accurate as of the time of publishing and subject to change in accordance with applicable rules, regulations or guidelines issued by Bank Negara Malaysia from time to time.
2. All information provided in this Product Disclosure Sheet is valid with effect from **30 November 2026**.